

FISCAL NOTE

SB 1115 - HB 1773

March 16, 2007

SUMMARY OF BILL: Requires state-shared tax allocations to municipalities in Shelby County to be paid directly to the municipalities rather than through the county trustee. Currently, the trustee receives a 1% commission for handling these funds. The provisions of the bill would be implemented over a two-year period with 60% of the funds being transferred in this manner the first year and 100% in the second year and thereafter.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$29,000/One-Time

Other Fiscal Impact – There would be no net change in local government revenues according to the provisions of this bill. There would be a shift of approximately \$1,650,000 from Shelby County to municipalities within the county during FY07-08 and a shift of approximately \$2,750,000 in FY08-09 and thereafter.

Assumption:

- There would be a one-time cost in state expenditures of \$29,000 for systems changes associated with the implementation of this bill.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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